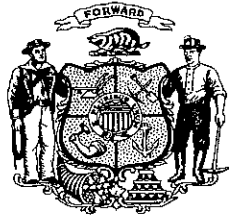


STATE OF WISCONSIN

SENATE CHAIR
Howard Marklein

316 East, State Capitol
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ASSEMBLY CHAIR
Mark Born

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JOINT COMMITTEE ON FINANCE

MEMORANDUM

To: Members
Joint Committee on Finance

From: Senator Howard Marklein
Representative Mark Born

Date: September 10, 2021

Re: DOA Report to JFC

Attached is a report required by subsection (7) of section 18.64 of the Wisconsin Statutes and specifies the reason for not complying with subsections (2) to (5) of the same section for a specific issue of debt from the from the Department of Administration.

This report is being provided for your information only. No action by the Committee is required. Please feel free to contact us if you have any questions.

Attachments

HM:MB:jm



STATE OF WISCONSIN
DEPARTMENT OF ADMINISTRATION

Tony Evers, Governor
Joel Brennan, Secretary
Brian Pahnke, Administrator

September 10, 2021

The Honorable Howard Marklein, Senate Chair
The Honorable Mark Born, Assembly Chair
Joint Committee on Finance
Madison, WI 53702

SEP 10 2021

St. Fincake

Dear Senator Marklein, Representative Born, and Members:

This report is required by subsection (7) of section 18.64 of the Wisconsin Statutes and specifies the reason for not complying with subsections (2) to (5) of the same section for a specific issue of debt.

The State of Wisconsin Building Commission previously approved an authorizing resolution on February 11, 2021 that provided for the sale of \$100,000,000 State of Wisconsin Environmental Improvement Fund Revenue Bonds, 2021 Series A (Green Bonds) (**Bonds**).

Pursuant to this authorization, the Capital Finance Director conducted a public sale on August 27, 2021 for the Bonds. This public sale was conducted pursuant to Subchapter II of Chapter 18 and the Official Notice of Sale available to all potential bidders set the terms and conditions of the sale.

The State received a total of 19 bids for the Bonds, and the Capital Finance Director awarded the Bonds to a syndicate managed by J.P. Morgan Securities LLC based on the lowest true interest cost rate to the State. Two members of the syndicate (Estrada Hinojosa & Company and Academy Securities Inc.) are certified by the Department of Administration as minority-owned investment firms, but their aggregate participation of 5.5% is just less than amount outlined in the above subsections of Wisconsin Statutes. In addition, no disabled veteran-owned investment firm is currently certified as such by the Department of Administration.

Underwriting participation by minority- and disabled veteran-owned investment firms is encouraged in competitive sales. There are sections entitled "Minority Participation" and "Disabled Veteran-Owned Business Participation" in the Official Notice of Sale, and a list of certified minority-owned investment firms (which includes contact information) is available to each prospective bidder.

Sincerely,

Joe T. Brennan
Joe T. Brennan
Secretary